

AUDITED FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS

December 31, 2014

Reese & Novelly, PA
Certified Public Accountants
Manhattan, Kansas

Audited Financial Statement

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

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INDEPENDENT AUDITOR'S REPORT

The Mayor and City Commission
City of Marysville, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of City of Marysville, Kansas, Financial Reporting Entity, (Municipality), as of and for the year ended December 31, 2014, and the related notes to the financial statement (as listed in the table of contents).

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with *Kansas Municipal Audit and Accounting Guide* as described in Note A to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note A of the financial statement, the financial statement is prepared by the City of Marysville, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Marysville, Kansas, as of December 31, 2014, or changes in financial position for the year then ended. Further, the City has not presented a management’s discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of each fund of the City of Marysville, Kansas Financial Reporting Entity, as of December 31, 2014, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds, and schedule of regulatory basis receipts and expenditures – related municipal entities (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

The 2013 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2014 basic financial statement upon which we rendered an unmodified opinion dated May 20, 2015. The 2013 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://da.ks.gov/ar/muniserv/>. Such 2013 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2013 basic financial statement. The 2013 comparative information was subjected to the auditing procedures applied in the audit of the 2013 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2013 basic financial statement or to the 2013 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2013 comparative information is fairly stated in all material respects in relation to the 2013 basic financial statement as a whole, on the basis of accounting described in Note A.

Reese & Nwelly, P.A.

Manhattan, Kansas
May 20, 2015

**FINANCIAL STATEMENT
AND NOTE DISCLOSURES**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

<u>FUNDS</u>	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:							
General	\$ 490,430	\$	\$ 2,119,640	\$ 2,083,219	\$ 526,851	\$	\$ 526,851
Bond and Interest Funds:							
Bond and Interest	394,782		299,245	450,705	243,322		243,322
Special Purpose Funds:							
Street and Highway	87,128		85,698	56,500	116,326		116,326
Industrial	114,679		58,567	53,469	119,777		119,777
Library			181,375	178,305	3,070		3,070
Library Employee Benefit			39,539	39,500	39		39
Special Parks and Recreation	15,293		9,822	7,832	17,283		17,283
Employee Benefit	79,397		526,298	478,383	127,312		127,312
Transient Guest Tax	42,911		54,869	59,661	38,119		38,119
Sales Tax Improvements	1,271,257		938,961	1,221,909	988,309		988,309
Swimming Pool Sales Tax	332,626		638,649	147,723	823,552		823,552
Airport Revolving	1,839		46,868	22,495	26,212		26,212
Fire Equipment Reserve	66,790		24,327	8,775	82,342		82,342
Library Revolving	1,750		136,000	136,322	1,428		1,428
Special Law Enforcement Trust	12,759		2,829	10,717	4,871		4,871
Koester Block Maintenance	30,834		51,686	48,053	34,467		34,467
Municipal Equipment Reserve	228,269		144,406	103,425	269,250		269,250
Fire Insurance Proceeds			15,837	15,837	-		-
Health Insurance Reserve	9,503			9,503	-		-
TOTAL SPECIAL PURPOSE	2,295,035	-	2,955,731	2,598,409	2,652,357	-	2,652,357

The notes to the financial statement are an integral part of this statement.

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

FUNDS	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Capital Projects Funds:							
Special Improvements	31,472		3,943	23,878	11,537		11,537
Capital Improvements	75,567		16,891	40,349	52,109		52,109
TOTAL CAPITAL PROJECTS	107,039	-	20,834	64,227	63,646	-	63,646
Business Funds:							
Water Revenue	552,811		891,709	743,468	701,052		701,052
Sewage Revenue	450,622		818,498	819,932	449,188		449,188
Bond and Interest #1	313,399		186,212	184,555	315,056		315,056
Bond and Interest #1A	396,427		317,097	315,519	398,005		398,005
Sewage Replacement	1,003,371		34,475		1,037,846		1,037,846
Water Utility Reserve	593,376		62,720	50,815	605,281		605,281
TOTAL BUSINESS FUNDS	3,310,006	-	2,310,711	2,114,289	3,506,428	-	3,506,428
Trust Type Funds:							
Cemetery	37,482				37,482		37,482
TOTAL PRIMARY GOVERNMENT	6,634,774	-	7,706,161	7,310,849	7,030,086	-	7,030,086
Related Municipal Entity:							
Marysville Public Library	404,303		435,184	517,557	321,930	4,835	326,765
Public Building Commission	2,725,874		3,622	2,093,275	636,221		636,221
TOTAL REPORTING ENTITY	\$ 9,764,951	\$ -	\$ 8,144,967	\$ 9,921,681	\$ 7,988,237	\$ 4,835	\$ 7,993,072

The notes to the financial statement are an integral part of this statement.

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

Composition of Cash:

Checking accounts:

Citizen's State Bank	\$ 7,029,256
Citizen's State Bank - General Petty Cash	560

Public Building Commission	636,221
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Municipal Court	4,850
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Marysville Public Library (related municipal entity)	326,765
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Petty Cash	<u>270</u>
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TOTAL CASH	7,997,922
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Less Agency Funds (per Schedule 3)	<u>(4,850)</u>
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TOTAL REPORTING ENTITY (EXCLUDING AGENCY FUNDS)	<u><u>\$ 7,993,072</u></u>
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The notes to the financial statement are an integral part of this statement.

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2014

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Marysville, Kansas (Municipality) was founded in 1854 and incorporated in February 1861, and operates under an elected eight-member council and mayor. The accounting policies of the Municipality conform to the cash-basis and budget laws of Kansas (regulatory basis). The following is a summary of the more significant policies:

1. The Financial Reporting Entity: The financial reporting entity of the City of Marysville, Kansas, is comprised of the primary government (the Municipality) and its related municipal entity.

The basic criterion for including a separate entity in the Municipality's financial reporting entity is the financial accountability of the Municipality for the separate entity. The Municipality is financially accountable if it appoints a voting majority of a related municipal entity's governing body and if it either has the ability to impose its will on the related municipal entity or there is a potential for the related municipal entity to provide certain financial benefits to, or impose certain financial burdens on, the primary government.

The related municipal entity is included in the Municipality's reporting entity because it is established to benefit the Municipality and/or its constituents.

- a. Marysville Public Library is organized under K.S.A. 12-1218. The Municipality levies property taxes for the Library under K.S.A. 79-1952, which is deposited in a Municipality special purpose fund and transferred to the Library for its operations.
- b. Public Building Commission (PBC) is organized by Ordinance 1795 under K.S.A. 12-1757. The PBC was established to acquire, construct, reconstruct, equip and furnish a building or buildings or other facilities of a revenue producing character to be maintained and operated for city offices and general city buildings, and others. The PBC is authorized to lease and sublease all or any part of buildings and facilities owned by the PBC or the City to other agencies or entities. The PBC is also authorized to issue revenue bonds.

Separate financial statements of the individual related municipal entity may be obtained from its respective administrative office.

2. Regulatory Basis Fund Types: The accounts of the Municipality are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its cash, liabilities, fund balance, receipts, and expenditures.

Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statement in this report, into generic regulatory basis fund types and broad fund categories as follows:

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2014

Governmental Funds

The General Fund is the chief operating fund of the Municipality. It is used to account for all financial resources except those that are required to be accounted for in another fund.

Special Purpose Funds are used to account for the proceeds of specific tax levies and other specific revenue sources (other than capital project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Funds are used to account for the accumulation of resources, including tax levies, transfer from other funds and payment of long-term debt principal, interest, and related costs.

Capital Project Funds are used to account for the debt proceeds and other financial resources to be used for the acquisition or construction of major capital facilities or equipment.

Business Funds

Business Funds are used to account for operations that provide goods or services to the general public on a continuing basis. Such operations are financed and operated in a manner similar to private business entities and (a) are intended to be self supporting through charges to users or (b) the governing body has deemed it appropriate to account for them as business funds for capital maintenance, public policy, management control, accountability, or other purposes.

Fiduciary Funds

Trust Funds are used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency Funds are used to account for assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, tax collection accounts, etc.).

3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America: The municipal reporting entity prepares the financial statements using *Kansas Municipal Audit and Accounting Guide (KMAAG)* regulatory basis of accounting, which is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas.

The *KMAAG* regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. Receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances.

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2014

Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a receipt is recorded in the fund receiving cash from another fund, and the expenditure would be charged in the fund from which the transfer is made. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The *KMAAG* regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflow or outflows, other than those mentioned above.

The Municipality has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the *KMAAG* regulatory basis of accounting.

4. Budgetary Information: Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory, rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:
 - a. Preparation of the budget for the succeeding calendar year on or before August 1.
 - b. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5.
 - c. Public hearing on or before August 15, but at least ten days after publication of notice of hearing.
 - d. Adoption of the final budget on or before August 25.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2014

A legal operating budget is not required for capital project funds, trust funds and the following special purpose, business funds, and trust fund:

Special Purpose Funds: Airport Revolving Fund; Fire Equipment Reserve Fund; Special Law Enforcement Trust Fund; Library Revolving Fund; Koester Block Maintenance; Fire Insurance Proceeds; Municipal Equipment Reserve and Health Insurance Revolving

Business Funds: Sewer Reserve Fund and Water Plant Reserve

Trust Fund: Cemetery Fund

Spending in funds, which are not subject to the legal annual operating budget requirement, is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

5. Special Assessments: Projects financed in part by special assessments are financed through general obligation bonds of the Municipality and are retired from the bond and interest fund. Special assessments paid prior to the issuance of bonds are recorded as revenue in the appropriate project. Special assessments received after the issuance of bonds are recorded as revenue in the bond and interest fund.
6. Property Taxes: In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one half or the full amount of taxes levied on or before December 21 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1st of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31, such taxes are a lien on the property.
7. Cash and Investments: The Municipality uses an internally pooled cash system in which the cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments, unless specifically designated, are allocated to the general fund and the utility funds based upon their average cash balances. Investments are stated at cost, which approximates market.
8. Reimbursements: The Municipality records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparisons, the reimbursement is recorded as a qualifying budget credit in the fund receiving the reimbursement.

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2014

NOTE B – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

1. There were no amendments to Legal Budget

NOTE C – DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the Municipality. The statute requires banks eligible to hold the Municipality's funds have a main or branch bank in the county in which the Municipality is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The Municipality has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the Municipality's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The Municipality has no investment policy that would further limit its investment choices. The Municipality had no investments, therefore they do not have a rating.

Concentration of credit risk: State statutes place no limit on the amount the Municipality may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits: Custodial credit risk is the risk that in the event of a bank failure, the Municipality's deposits may not be returned to it. State statutes require the Municipality's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The Municipality had no agreements for designated "peak periods." All deposits were legally secured at December 31, 2014.

At December 31, 2014, the carrying amount of the Municipality's deposits was \$7,034,934 and the bank balance was \$7,145,600. The bank balance was held by a single bank which did result in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and \$6,895,600 was collateralized with securities held by the pledging financial institutions' agents or line of credit with FHLB in the Municipality's name.

Custodial credit risk – investments: For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the Municipality will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2014

Related Municipal Entity Cash Balances:

At year-end, the carrying amount of the Marysville Public Library's deposits including certificates of deposit was \$326,765 and the bank balance was \$327,150 of which the entire amount was covered by FDIC insurance. The City held \$1,427 for the Library in a revolving fund. This amount is included in the Library's total cash of \$326,765 and the City's total cash.

At year-end, the carrying amount of the Marysville Public Building Commission's deposits including certificates of deposit was \$326,765 and the bank balance was \$636,336. The bank balance was held by a single bank which did result in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and \$386,336 was collateralized with securities held by the pledging financial institutions' agents or line of credit with FHLB in the Municipality's name.

NOTE D—LONG TERM DEBT

The following is a summary of debt transactions of the Municipality for the year ended December 31, 2014. See Notes N and O for the schedules of long-term liabilities and current maturities of long-term debt.

	Payable Beginning of Year	Issued	Retired	Payable End of Year
General Obligation Bonds	\$ 1,085,000	\$	\$ 305,000	\$ 780,000
Revolving Notes	3,933,106		550,538	3,382,568
Temporary Notes	315,000		130,000	185,000
Capital Leases	4,356,658		130,049	4,226,609
Total	<u>\$ 9,689,764</u>	<u>\$ -</u>	<u>\$ 1,115,587</u>	<u>\$ 8,574,177</u>

Total interest expense for the year was \$334,254.

RELATED MUNICIPAL ENTITY DEBT

Public Building Commission (PBC): The PBC was obligated at December 31, 2014 for revenue bonds of \$4,200,000 primarily covering the construction of the swimming pool, with a maturity date of September 2033, at varying interest rates of 2.0 to 3.5 percent.

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2014

The following is a summary of debt transactions for the PBC for December 31, 2014:

	Payable Beginning of Year	Issued	Retired	Payable End of Year
Revenue bonds	<u>4,280,000</u>	<u></u>	<u>80,000</u>	<u>4,200,000</u>

Total interest expense for the year was \$179,759

The following is a schedule of maturity for the PBC:

December 31,	Principal	Interest	Total
2015	\$ 165,000	\$ 116,740	\$ 281,740
2016	165,000	112,615	277,615
2017	170,000	108,490	278,490
2018	175,000	104,240	279,240
2019	180,000	99,865	279,865
2020-2024	985,000	434,615	1,419,615
2025-2029	1,200,000	304,175	1,504,175
2030-2034	<u>1,160,000</u>	<u>100,940</u>	<u>1,260,940</u>
	<u>\$ 4,200,000</u>	<u>\$ 1,381,680</u>	<u>\$ 5,581,680</u>

NOTE E—DEFINED BENEFIT PENSION PLAN

Plan Description: The non-school Municipality participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by Kansas law. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy: K.S.A. 74-4919 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at five percent of covered salary for Tier 1 members and at six percent of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code.

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2014

Kansas law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

NOTE F—OTHER POST EMPLOYMENT BENEFIT

As provided by K.S.A. 12-5040, the municipality allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the municipality is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Budget Reconciliation Act (COBRA), the municipality makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

NOTE G—COMPENSATED ABSENCES

The Municipality maintains a policy of providing vacation and sick leave to its full-time employees, granted in varying amounts depending on length of service and date of hire. Vacation days are vesting and accumulate but accumulation is subject to various limits.

Per the City's policy at December 31, 2014, the City's liability for unused vacation was approximately \$75,248.

NOTE H—CAPITAL PROJECTS

At year-end, capital projects authorizations with approved change orders compared with disbursement and accounts payable from inception are as follows:

<u>Project Name</u>	<u>Cash disbursements and accounts payable to date</u>	<u>Project Authorizations</u>
Airport (AWOS)	\$ 82,109	\$ 100,000
Airport Light Project	312,179	394,000
Water Line/ Tower Project	410,239	652,084
TOTAL	<u><u>\$ 804,527</u></u>	<u><u>\$ 1,146,084</u></u>

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2014

NOTE I—COMMITMENTS AND CONTINGENCIES

Construction Contracts: At December 31, 2014, the Municipality had several pending construction project contracts. Commitments related to significant contracts include contracts for the Municipality's capital improvements.

Risk Management: The Municipality is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Municipality manages these various risks of loss through commercial insurance with varying deductibles. All deductibles are \$1,000 or less. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

Litigation: There are a number of claims and/or lawsuits to which the Municipality is a party as a result of matters and complaints arising in the ordinary course of Municipality activities. The Municipality's management and legal counsel anticipate that the potential claims against the Municipality not covered by insurance, if any, resulting from such matters would not materially affect the financial position of the Municipality.

NOTE J—RELATED PARTY

In February 2013 the Public Building Commission issued revenue bonds in the amount of \$4,280,000 to finance the construction of the swimming pool. The City entered into a lease purchase arrangement with the Public Building Commission for the purchase of the facility. Information regarding the lease purchase is reported in the required supplementary information at Schedule 4.

NOTES TO FINANCIAL STATEMENT

CITY OF MARYSVILLE, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2014

NOTE K—TRANSFERS

Operating transfers were as follows:

FROM	TO	Statutory Authority	Amount
General Fund	Capital Improvement Fund	K.S.A. 12-1,118	\$ 12,000
General Fund	Equipment Reserve Fund	K.S.A. 12-1,117	35,000
General Fund	Fire Equipment Reserve	K.S.A. 12-1,117	24,000
Utility Funds	General Fund	K.S.A. 12-825d	72,000
Sales Tax Fund	General Fund	K.S.A. 12-187h	300,000
Utility Fund	Reserve Funds	K.S.A. 12-825d	90,000
Utility Fund	Equipment Reserve Fund	K.S.A. 12-1,117	65,000
Utility Funds	Utility Bond and Interest Funds	K.S.A. 12-825d	500,520
Health Insurance Reserve	Employee Benefit Fund	Equity Closeout	6,709
Library Fund	Public Library	K.S.A. 12-1220	178,305
Library Emp Benefit Fund	Public Library Benefit Fund	K.S.A. 12-1220	39,500
			<u>\$ 1,323,034</u>

NOTE L—TEMPORARILY RESTRICTED FUND BALANCE

Temporarily restricted fund balance is restricted by the donor for the following purposes at December 31, 2014:

Books	\$ 40,010
Equipment	220
Programs	<u>214</u>
TOTAL	<u>\$ 40,444</u>

NOTE M—MANAGEMENT'S REVIEW OF SUBSEQUENT EVENTS

In preparing these financial statements, the Municipality has evaluated events and transactions for potential recognition or disclosure through May 20, 2015, the date the financial statements were available to be issued.

NOTES TO FINANCIAL STATEMENTS

CITY OF MARYSVILLE, KANSAS

December 31, 2014

NOTE N - SCHEDULE OF LONG-TERM DEBT

The following is a schedule of changes in long term debt for the City for the year ended December 31, 2014:

	Interest Rate	Date of Issue	Original Amount	Date of Final Maturity	Beginning Balance	Issued	Retired	Net Change	Ending Balance	Interest Paid
GENERAL OBLIGATION BONDS										
Series 2003 A Fire Equipment	3.625-4.1%	3/15/2003	717,000	10/1/2018	225,000		40,000	(40,000)	185,000	8,775
Series 2006 Sewer Improvements	3.6-4.5%	9/15/2006	550,000	10/1/2016	190,000		60,000	(60,000)	130,000	7,030
Series 2011B Street Improvements	1%	11/29/2011	850,000	5/1/2016	670,000		205,000	(205,000)	465,000	5,675
TOTAL GENERAL OBLIGATION BONDS			<u>2,117,000</u>		<u>1,085,000</u>	<u>-</u>	<u>305,000</u>	<u>(305,000)</u>	<u>780,000</u>	<u>21,480</u>
REVOLVING LOANS										
T0006 KDOT Curb & Gutter Project	3.93%	11/8/2004	920,000	8/1/2014	103,829		103,829	(103,829)	-	1,227
T0008 KDOT N 11th Road Project	3.76%	6/26/2005	575,000	8/1/2015	71,452		71,452	(71,452)	-	865
KDHE East Side Sewer Project	3.22%	11/12/1996	3,761,700	3/1/2018	1,055,401		220,621	(220,621)	834,780	34,725
KDHE Breeding Heights Sewer Project	2.77%	6/16/2003	937,213	9/1/2025	589,152		44,158	(44,158)	544,994	16,016
KDHE Water Supply Loan	3.75%	9/15/2008	2,008,008	8/1/2030	1,791,616		77,009	(77,009)	1,714,607	66,470
KDHE Water Improvements	2.42%	1/9/2012	652,084	2/1/2033	321,656		33,469	(33,469)	288,187	7,606
TOTAL REVOLVING LOANS			<u>8,854,005</u>		<u>3,933,106</u>	<u>-</u>	<u>550,538</u>	<u>(550,538)</u>	<u>3,382,568</u>	<u>126,909</u>
TEMPORARY NOTES										
2011A Street Improvements	1.20%	7/20/2011	550,000	7/1/2015	315,000		130,000	(130,000)	185,000	3,000
TOTAL TEMPORARY NOTES			<u>550,000</u>		<u>315,000</u>	<u>-</u>	<u>130,000</u>	<u>(130,000)</u>	<u>185,000</u>	<u>3,000</u>
CAPITAL LEASE AGREEMENTS										
Lease Purchase PBC - Swimming Pool	2.0-3.5%	2/26/2013	4,280,000	9/1/2033	4,280,000		80,000	(80,000)	4,200,000	179,759
2009 MX450 Sweeper	4.442%	2/9/2010	122,800	2/1/2015	52,231		25,622	(25,622)	26,609	2,346
2010 John Deere 524 Loader	3.898%	12/29/2010	97,000	12/29/2014	24,427		24,427	(24,427)	-	760
TOTAL CAPITAL LEASES			<u>4,499,800</u>		<u>4,356,658</u>	<u>-</u>	<u>130,049</u>	<u>(130,049)</u>	<u>4,226,609</u>	<u>182,865</u>
TOTAL INDEBTEDNESS			<u>\$ 16,020,805</u>		<u>\$ 9,689,764</u>	<u>\$ -</u>	<u>\$ 1,115,587</u>	<u>\$(1,115,587)</u>	<u>\$ 8,574,177</u>	<u>\$ 334,254</u>

NOTES TO FINANCIAL STATEMENTS

CITY OF MARYSVILLE, KANSAS

December 31, 2014

NOTE O - SCHEDULE OF MATURITY OF LONG TERM DEBT

The current maturities of long term debt and interest for the next five years and in five year increments through maturity is as follows:

	2015	2016	2017	2018	2019	2020-2024	2025-2029	2030-2034	Total
PRINCIPAL									
General obligation bonds	340,000	345,000	45,000	50,000					780,000
Revolving loans	380,138	393,066	406,439	292,600	172,555	943,564	654,662	139,544	3,382,568
Temporary notes	185,000								185,000
Capital leases	191,609	165,000	170,000	175,000	180,000	985,000	1,200,000	1,160,000	4,226,609
TOTAL PRINCIPAL	1,096,747	903,066	621,439	517,600	352,555	1,928,564	1,854,662	1,299,544	8,574,177
INTEREST									
General obligation bonds	15,625	9,185	3,850	2,050					30,710
Revolving loans	119,936	107,008	93,635	79,801	72,174	272,282	92,823	3,937	841,596
Temporary notes	2,220								2,220
Capital leases	117,770	112,615	108,490	104,240	99,865	434,615	304,175	100,940	1,382,710
TOTAL INTEREST	255,551	228,808	205,975	186,091	172,039	706,897	396,998	104,877	2,257,236
TOTAL PRINCIPAL AND INTEREST	<u>\$ 1,352,298</u>	<u>\$ 1,131,874</u>	<u>\$ 827,414</u>	<u>\$ 703,691</u>	<u>\$ 524,594</u>	<u>\$ 2,635,461</u>	<u>\$ 2,251,660</u>	<u>\$ 1,404,421</u>	<u>\$ 10,831,413</u>

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

**SUMMARY OF EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
BUDGETED FUNDS ONLY (SCHEDULE 1)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

	Certified Budget (As Amended)	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Favorable (Unfavorable) Variance
Governmental Type Funds:					
General	\$ 2,452,869	\$	\$ 2,452,869	\$ 2,083,219	\$ 369,650
Bond and Interest Funds:					
Bond and Interest	663,334		663,334	450,705	212,629
Special Purpose Funds:					
Street and Highway	151,014		151,014	56,500	94,514
Industrial	131,598		131,598	53,469	78,129
Library	178,305		178,305	178,305	-
Library Employee Benefit	39,500		39,500	39,500	-
Special Parks and Recreation	15,756		15,756	7,832	7,924
Employee Benefit	587,978		587,978	478,383	109,595
Transient Guest Tax	83,798		83,798	59,661	24,137
Sales Tax Improvements	1,800,965		1,800,965	1,221,909	579,056
Swimming Pool Sales Tax	2,974,982		2,974,982	147,723	2,827,259
Business Funds:					
Water Revenue	1,792,913		1,792,913	743,468	1,049,445
Sewage Revenue	1,137,462		1,137,462	819,932	317,530
Bond and Interest #1	495,325		495,325	184,555	310,770
Bond and Interest #1A	714,459		714,459	315,519	398,940

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
GENERAL FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 994,860	\$ 1,052,665	\$ 57,805	\$ 1,088,088
Intergovernmental revenue	15,579	18,172	2,593	16,392
Special assessments	650	4,138	3,488	2,176
Franchise fees	445,677	490,736	45,059	477,275
Charges for services	48,100	50,221	2,121	83,734
Licenses, permits, and fees	25,550	41,426	15,876	22,827
Fines, forfeitures, and penalties	62,480	54,196	(8,284)	58,340
Use of money and property	2,975	5,470	2,495	3,438
Interest	5,950	3,530	(2,420)	4,045
Reimbursements and grants	10,955	3,562	(7,393)	10,082
Donations	1,750	4,192	2,442	14,382
Miscellaneous	36,066	19,332	(16,734)	35,519
Operating transfers	396,000	372,000	(24,000)	272,000
TOTAL CASH RECEIPTS	2,046,592	2,119,640	73,048	2,088,298
Expenditures:				
Administrative:				
Personnel services	234,373	234,029	344	228,430
Contractual services and other charges	127,099	109,739	17,360	98,603
Materials and supplies	24,150	21,455	2,695	20,846
Capital outlay	15,334	6,104	9,230	4,111
Miscellaneous		36	(36)	
TOTAL ADMINISTRATIVE	400,956	371,363	29,593	351,990
Police:				
Personnel services	425,634	379,512	46,122	378,482
Contractual services and other charges	77,635	55,998	21,637	49,000
Materials and supplies	66,245	46,846	19,399	50,925
Capital outlay	35,500	30,599	4,901	34,604
TOTAL POLICE	605,014	512,955	92,059	513,011

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
GENERAL FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Municipal court:				
Personnel services	40,013	29,950	10,063	30,103
Contractual services and other charges	31,950	22,579	9,371	19,296
Materials and supplies	2,775	1,163	1,612	817
Capital outlay	500	1,155	(655)	
TOTAL MUNICIPAL COURT	75,238	54,847	20,391	50,216
Fire:				
Personnel services	38,300	31,235	7,065	28,086
Contractual services and other charges	28,999	17,780	11,219	23,926
Materials and supplies	12,297	4,942	7,355	4,810
Capital outlay	10,500		10,500	624
TOTAL FIRE	90,096	53,957	36,139	57,446
Street:				
Personnel services	268,751	254,744	14,007	256,747
Contractual services and other charges	77,349	71,776	5,573	65,940
Materials and supplies	86,253	57,641	28,612	56,358
Capital outlay	57,264	46,858	10,406	46,254
TOTAL STREET	489,617	431,019	58,598	425,299
Parks and recreation:				
Personnel services	102,398	88,313	14,085	124,987
Contractual services and other charges	99,617	82,870	16,747	111,640
Materials and supplies	12,900	11,728	1,172	9,182
Capital outlay	33,298	26,575	6,723	11,949
TOTAL PARKS AND RECREATION	248,213	209,486	38,727	257,758
Cemetery:				
Personnel services	90,356	84,217	6,139	81,309
Contractual services and other charges	29,415	28,719	696	20,690
Materials and supplies	3,299	2,827	472	1,584
Capital outlay	1,000	1,456	(456)	125
TOTAL CEMETERY	124,070	117,219	6,851	103,708

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
GENERAL FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Traffic control:				
Personnel services	2,000		2,000	
Contractual services and other charges	15,525	10,401	5,124	8,385
Materials and supplies	125		125	64
TOTAL TRAFFIC CONTROL	17,650	10,401	7,249	8,449
Health and safety:				
Personnel services	500		500	
Contractual services and other charges	166,326	133,079	33,247	128,275
Materials and supplies	50		50	
Capital outlay	2,000	1,920	80	1,859
TOTAL HEALTH AND SAFETY	168,876	134,999	33,877	130,134
Street lighting:				
Personnel services	1,000		1,000	
Contractual services and other charges	69,585	69,346	239	65,901
Capital outlay	4,500	625	3,875	3,692
TOTAL STREET LIGHTING	75,085	69,971	5,114	69,593
Forestry:				
Personnel services	6,000		6,000	
Contractual services and other charges	1,800	253	1,547	277
Materials and supplies	525	11	514	105
TOTAL FORESTRY	8,325	264	8,061	382
Airport maintenance:				
Personnel services	2,500	858	1,642	844
Contractual services and other charges	3,929	8,907	(4,978)	2,977
Materials and supplies	425	115	310	162
Capital outlay	1,000		1,000	2,398
TOTAL AIRPORT MAINTENANCE	7,854	9,880	(2,026)	6,381

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
GENERAL FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Arts center:				
Personnel services	500		500	1,027
Contractual services and other charges	6,100	5,650	450	2,837
TOTAL ARTS CENTER	6,600	5,650	950	3,864
Grants and gifts:				
Main Street Contribution	5,000	5,000	-	5,000
Grant expense	2,750		2,750	3,538
TOTAL GRANTS AND GIFTS	7,750	5,000	2,750	8,538
Noxious weed:				
Personnel services	1,500		1,500	
Contractual services and other charges	175	360	(185)	377
Materials and supplies	950	313	637	380
TOTAL NOXIOUS WEED	2,625	673	1,952	757
Miscellaneous:				
Tort liability	53,900	24,535	29,365	31,807
Transfers out	71,000	71,000	-	71,000
TOTAL MISCELLANEOUS	124,900	95,535	29,365	102,807
TOTAL EXPENDITURES	2,452,869	2,083,219	369,650	2,090,333
RECEIPTS OVER (UNDER) EXPENDITURES	(406,277)	36,421		(2,035)
Beginning Unencumbered Cash Balance	406,277	490,430		492,465
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 526,851		\$ 490,430

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - BOND AND INTEREST
BOND AND INTEREST FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 292,719	\$ 297,577	\$ 4,858	\$ 287,401
Interest	1,500	1,668	168	2,751
TOTAL CASH RECEIPTS	294,219	299,245	5,026	290,152
Expenditures:				
Debt payments:				
Principal	435,000	435,000	-	406,358
Interest	26,460	15,705	10,755	20,450
Cash reserves	201,874		201,874	
Operating transfers			-	5,643
TOTAL EXPENDITURES	663,334	450,705	212,629	432,451
RECEIPTS OVER (UNDER) EXPENDITURES	(369,115)	(151,460)		(142,299)
Beginning Unencumbered Cash Balance	369,115	394,782		537,081
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 243,322		\$ 394,782

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - STREET AND HIGHWAY
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 84,950	\$ 85,290	\$ 340	\$ 82,615
Interest	750	408	(342)	517
Miscellaneous	75		(75)	
TOTAL CASH RECEIPTS	85,775	85,698	(77)	83,132
Expenditures:				
Personnel expenditures	2,500		2,500	
Contractual and other expenditures	10,500	6,399	4,101	300
Material and supplies	82,547	22,601	59,946	83,912
Capital Outlay	40,467	12,500	27,967	278
Debt payments:				
Principal	15,000	15,000	-	10,900
Interest			-	4,100
TOTAL EXPENDITURES	151,014	56,500	94,514	99,490
RECEIPTS OVER (UNDER) EXPENDITURES	(65,239)	29,198		(16,358)
Beginning Unencumbered Cash Balance	65,239	87,128		103,486
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 116,326		\$ 87,128

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - INDUSTRIAL
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 33,957	\$ 37,449	\$ 3,492	\$ 45,106
Interest	755	525	(230)	652
Reimbursements and grants			-	47,540
Miscellaneous	1,000	20,593	19,593	
TOTAL CASH RECEIPTS	35,712	58,567	22,855	93,298
Expenditures:				
Personnel expenditures	1,100		1,100	
Contractual and other expenditures	72,500	51,821	20,679	85,347
Material and supplies	3,500	1,648	1,852	4,136
Capital Outlay	54,498		54,498	16,782
TOTAL EXPENDITURES	131,598	53,469	78,129	106,265
RECEIPTS OVER (UNDER) EXPENDITURES	(95,886)	5,098		(12,967)
Beginning Unencumbered Cash Balance	95,886	114,679		127,646
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 119,777		\$ 114,679

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - LIBRARY
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 178,082	\$ 181,375	\$ 3,293	\$ 182,704
Expenditures:				
Operating transfers	178,305	178,305	-	182,704
RECEIPTS OVER (UNDER) EXPENDITURES	(223)	3,070		-
Beginning Unencumbered Cash Balance	223			
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 3,070		\$ -

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - LIBRARY EMPLOYEE BENEFIT
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 39,441	\$ 39,539	\$ 98	\$ 27,023
Expenditures:				
Operating transfers	39,500	39,500	-	27,023
RECEIPTS OVER (UNDER) EXPENDITURES	(59)	39		-
Beginning Unencumbered Cash Balance	59			
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 39		\$ -

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - SPECIAL PARKS AND RECREATION
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Intergovernmental revenue	\$ 7,161	\$ 9,754	\$ 2,593	\$ 7,980
Interest	50	68	18	60
Donations	500		(500)	
TOTAL CASH RECEIPTS	7,711	9,822	2,111	8,040
Expenditures:				
Contractual and other expenditures	7,500	3,901	3,599	5,193
Material and supplies	1,450		1,450	
Capital Outlay	6,806	3,931	2,875	
TOTAL EXPENDITURES	15,756	7,832	7,924	5,193
RECEIPTS OVER (UNDER) EXPENDITURES	(8,045)	1,990		2,847
Beginning Unencumbered Cash Balance	8,045	15,293		12,446
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 17,283		\$ 15,293

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - EMPLOYEE BENEFIT
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 513,499	\$ 517,671	\$ 4,172	\$ 434,737
Interest	1,650	1,114	(536)	1,157
Miscellaneous		804	804	1,569
Operating transfers		6,709	6,709	
TOTAL CASH RECEIPTS	<u>515,149</u>	<u>526,298</u>	<u>11,149</u>	<u>437,463</u>
Expenditures:				
Personnel expenditures	537,170	441,441	95,729	413,126
Contractual and other expenditures	50,808	36,942	13,866	37,936
Operating transfers			-	15,042
TOTAL EXPENDITURES	<u>587,978</u>	<u>478,383</u>	<u>109,595</u>	<u>466,104</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(72,829)	47,915		(28,641)
Beginning Unencumbered Cash Balance	<u>72,829</u>	<u>79,397</u>		<u>108,038</u>
ENDING UNENCUMBERED CASH BALANCE	<u>\$ -</u>	<u>\$ 127,312</u>		<u>\$ 79,397</u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - TRANSIENT GUEST TAX
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 55,000	\$ 54,581	\$ (419)	\$ 59,637
Interest	221	189	(32)	226
Miscellaneous	25	99	74	123
TOTAL CASH RECEIPTS	55,246	54,869	(377)	59,986
Expenditures:				
Contractual and other expenditures	83,698	59,661	24,037	61,011
Material and supplies	100		100	
TOTAL EXPENDITURES	83,798	59,661	24,137	61,011
RECEIPTS OVER (UNDER) EXPENDITURES	(28,552)	(4,792)		(1,025)
Beginning Unencumbered Cash Balance	28,552	42,911		43,936
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 38,119		\$ 42,911

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - SALES TAX IMPROVEMENTS
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 881,432	\$ 933,615	\$ 52,183	\$ 926,629
Interest	8,200	5,346	(2,854)	6,388
Miscellaneous	1,000		(1,000)	
TOTAL CASH RECEIPTS	890,632	938,961	48,329	933,017
Expenditures:				
Personnel expenditures	7,515		7,515	
Contractual and other expenditures	34,050	16,865	17,185	40,338
Material and supplies	9,549	2,205	7,344	1,158
Capital Outlay	1,267,648	740,465	527,183	287,209
Debt payments:				
Principal	182,203	160,281	21,922	348,869
Interest		2,093	(2,093)	48,742
Operating transfers	300,000	300,000	-	200,000
TOTAL EXPENDITURES	1,800,965	1,221,909	579,056	926,316
RECEIPTS OVER (UNDER) EXPENDITURES	(910,333)	(282,948)		6,701
Beginning Unencumbered Cash Balance	910,333	1,271,257		1,264,556
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 988,309		\$ 1,271,257

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - SWIMMING POOL SALES TAX
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 540,000	\$ 560,169	\$ 20,169	\$ 329,316
Charges for services	67,555	76,138	8,583	
Interest	4,344	2,156	(2,188)	1,351
Miscellaneous	500	186	(314)	1,985
TOTAL CASH RECEIPTS	612,399	638,649	26,250	332,652
Expenditures:				
Personnel expenditures	161,124	91,632	69,492	
Contractual and other expenditures	119,103	28,504	90,599	
Material and supplies	116,576	25,799	90,777	26
Capital Outlay	1,928,891	1,788	1,927,103	
Debt payments:				
Principal	649,288		649,288	
TOTAL EXPENDITURES	2,974,982	147,723	2,827,259	26
RECEIPTS OVER (UNDER) EXPENDITURES	(2,362,583)	490,926		332,626
Beginning Unencumbered Cash Balance	2,362,583	332,626		
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 823,552		\$ 332,626

See independent auditor's report.

SCHEDULES OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
NON BUDGETED SPECIAL PURPOSE FUNDS (SCHEDULE 2)

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014 (With Comparative Actual Totals for the Prior Year)

	Airport Revolving		Fire Equipment Reserve		Library Revolving		Special Law Enforcement Trust	
	2014	2013	2014	2013	2014	2013	2014	2013
Cash Receipts:								
Charges for services	\$	\$	\$	\$	\$	\$	\$	\$
Use of money and property	6,377	1,100						
Interest	64	36	327	291			47	45
Reimbursements and grants	40,427	330,534			136,000	134,500	59	11,279
Donations								
Miscellaneous							2,723	819
Operating transfers			24,000	24,000				
TOTAL CASH RECEIPTS	46,868	331,670	24,327	24,291	136,000	134,500	2,829	12,143
Expenditures:								
Personnel expenditures					136,322	132,549		
Contractual and other expenditures	22,495	338,653				17		
Material and supplies		33					10,717	4,601
Capital Outlay								
Debt payments:								
Interest			8,775	10,195				
Miscellaneous								
Operating transfers						795		
TOTAL EXPENDITURES	22,495	338,686	8,775	10,195	136,322	133,361	10,717	4,601
RECEIPTS OVER (UNDER) EXPENDITURES	24,373	(7,016)	15,552	14,096	(322)	1,139	(7,888)	7,542
Beginning Unencumbered Cash Balance	1,839	8,855	66,790	52,694	1,750	611	12,759	5,217
ENDING UNENCUMBERED CASH BALANCE	\$ 26,212	\$ 1,839	\$ 82,342	\$ 66,790	\$ 1,428	\$ 1,750	\$ 4,871	\$ 12,759

See independent auditor's report.

**SCHEDULES OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
NON BUDGETED SPECIAL PURPOSE FUNDS (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014 (With Comparative Actual Totals for the Prior Year)

	Koester Block Maintenance		Municipal Equipment Reserve		Fire Insurance Proceeds		Health Insurance Reserve	
	2014	2013	2014	2013	2014	2013	2014	2013
Cash Receipts:								
Charges for services	\$ 13,921	\$ 16,762	\$	\$	\$	\$	\$	\$
Use of money and property	37,565	38,865						
Interest	140	146	1,292	846				24
Reimbursements and grants					15,837			
Donations		50						
Miscellaneous	60	17,533	43,114	5,130				
Operating transfers			100,000	100,000				21,804
TOTAL CASH RECEIPTS	51,686	73,356	144,406	105,976	15,837	-	-	21,828
Expenditures:								
Personnel expenditures	10,206	12,049						
Contractual and other expenditures	37,847	49,490					2,794	12,325
Material and supplies		6,062						
Capital Outlay			103,425					
Debt payments:								
Interest								
Miscellaneous					15,837			
Operating transfers							6,709	
TOTAL EXPENDITURES	48,053	67,601	103,425	-	15,837	-	9,503	12,325
RECEIPTS OVER (UNDER) EXPENDITURES	3,633	5,755	40,981	105,976	-	-	(9,503)	9,503
Beginning Unencumbered Cash Balance	30,834	25,079	228,269	122,293	-	-	9,503	-
ENDING UNENCUMBERED CASH BALANCE	\$ 34,467	\$ 30,834	\$ 269,250	\$ 228,269	\$ -	\$ -	\$ -	\$ 9,503

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
CAPITAL PROJECT FUNDS (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Special Improvements		Capital Improvements	
	2014	2013	2014	2013
Cash Receipts:				
Interest	\$ 123	\$ 160	\$ 341	\$ 377
Miscellaneous	3,820	16,122	4,550	
Debt proceeds		290,848		
Operating transfers			12,000	12,000
TOTAL CASH RECEIPTS	3,943	307,130	16,891	12,377
Expenditures:				
Capital Outlay	23,878	290,848	40,349	9,590
Debt payments:				
Principal		23,642		
TOTAL EXPENDITURES	23,878	314,490	40,349	9,590
RECEIPTS OVER (UNDER) EXPENDITURES	(19,935)	(7,360)	(23,458)	2,787
Beginning Unencumbered Cash Balance	31,472	38,832	75,567	72,780
ENDING UNENCUMBERED CASH BALANCE	\$ 11,537	\$ 31,472	\$ 52,109	\$ 75,567

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - WATER REVENUE
BUSINESS FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Taxes and shared revenue	\$ 12,345	\$ 12,077	\$ (268)	\$ 11,957
Charges for services	862,185	870,336	8,151	855,313
Fines, forfeitures, and penalties	6,654	6,659	5	6,488
Interest	3,900	2,635	(1,265)	2,774
Reimbursements and grants	1,000		(1,000)	3,813
Miscellaneous	1,000	2	(998)	13,277
Debt proceeds	408,604		(408,604)	48,765
TOTAL CASH RECEIPTS	1,295,688	891,709	(403,979)	942,387
Expenditures:				
Production:				
Personnel services	16,419		16,419	
Contractual services and other charges	72,327	54,264	18,063	62,904
Materials and supplies	8,600	4,515	4,085	3,573
Capital outlay	20,000	8,022	11,978	15,684
TOTAL PRODUCTION	117,346	66,801	50,545	82,161
Transmission & Distribution:				
Personnel services	187,578	128,297	59,281	146,596
Contractual services and other charges	72,933	24,764	48,169	43,419
Materials and supplies	94,155	62,819	31,336	103,523
Capital outlay	804,305	52,554	751,751	149,169
TOTAL TRANSMISSION & DISTRIBUTION	1,158,971	268,434	890,537	442,707
Commercial & General:				
Personnel services	75,266	38,071	37,195	30,937
Contractual services and other charges	42,415	22,977	19,438	26,892
Materials and supplies	12,275	10,365	1,910	9,785
Capital outlay	15,334	6,104	9,230	2,055
TOTAL COMMERCIAL & GENERAL	145,290	77,517	67,773	69,669

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - WATER REVENUE
BUSINESS FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Miscellaneous:				
Non Operating	36,306	19,716	16,590	20,775
Transfers out	335,000	311,000	24,000	464,715
TOTAL EXPENDITURES	1,792,913	743,468	1,049,445	1,080,027
RECEIPTS OVER (UNDER) EXPENDITURES	(497,225)	148,241		(137,640)
Beginning Unencumbered Cash Balance	497,225	552,811		690,451
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 701,052		\$ 552,811

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - SEWAGE REVENUE
BUSINESS FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Special assessments	\$ 32,966	\$ 32,842	\$ (124)	\$ 34,601
Charges for services	766,488	771,938	5,450	775,184
Fines, forfeitures, and penalties	8,500	10,960	2,460	9,731
Interest	4,455	2,050	(2,405)	2,508
Reimbursed Expenses	100		(100)	91
Miscellaneous	1,000	708	(292)	2,521
TOTAL CASH RECEIPTS	813,509	818,498	4,989	824,636
Expenditures:				
Commercial & General:				
Personnel services	35,000	15,028	19,972	14,804
Contractual services and other charges	30,730	18,210	12,520	19,585
Materials and supplies	11,655	10,221	1,434	9,344
Capital outlay	15,334	6,104	9,230	2,055
TOTAL COMMERCIAL & GENERAL	92,719	49,563	43,156	45,788
Collection:				
Personnel services	136,905	111,525	25,380	105,205
Contractual services and other charges	49,342	11,631	37,711	26,111
Materials and supplies	24,862	9,219	15,643	9,668
Capital outlay	246,500	124,007	122,493	93,105
TOTAL COLLECTION	457,609	256,382	201,227	234,089
Processing:				
Personnel services	75,830	66,498	9,332	64,404
Contractual services and other charges	40,543	26,260	14,283	24,081
Materials and supplies	17,596	3,269	14,327	2,522
Capital outlay	5,000	1,440	3,560	
TOTAL PROCESSING	138,969	97,467	41,502	91,007

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - SEWAGE REVENUE
BUSINESS FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Miscellaneous:				
Non Operating	31,645		31,645	276
Transfers out	416,520	416,520	-	489,525
TOTAL EXPENDITURES	1,137,462	819,932	317,530	860,685
RECEIPTS OVER (UNDER) EXPENDITURES	(323,953)	(1,434)		(36,049)
Beginning Unencumbered Cash Balance	323,953	450,622		486,671
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 449,188		\$ 450,622

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - BOND AND INTEREST #1
BUSINESS FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Interest	\$ 1,000	\$ 1,212	\$ 212	\$ 1,361
Transfer In	185,000	185,000	-	236,446
TOTAL CASH RECEIPTS	186,000	186,212	212	237,807
Expenditures:				
Debt Payment:				
Principal	102,861	110,478	(7,617)	124,258
Interest Expense	81,693	74,077	7,616	40,694
Cash Reserves	310,771		310,771	
TOTAL EXPENDITURES	495,325	184,555	310,770	164,952
RECEIPTS OVER (UNDER) EXPENDITURES	(309,325)	1,657		72,855
Beginning Unencumbered Cash Balance	309,325	313,399		240,544
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 315,056		\$ 313,399

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - BOND & INTEREST #1A
BUSINESS FUND - (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Budget	Actual	Favorable (Unfavorable) Variance	Prior Year Actual
Cash Receipts:				
Interest	\$ 2,100	\$ 1,577	\$ (523)	\$ 1,664
Operating transfers	315,520	315,520	-	385,000
TOTAL CASH RECEIPTS	317,620	317,097	(523)	386,664
Expenditures:				
Debt payments:				
Principal	267,277	264,779	2,498	256,120
Interest	50,740	50,740	-	59,400
Cash Reserves	396,442		396,442	
TOTAL EXPENDITURES	714,459	315,519	398,940	315,520
RECEIPTS OVER (UNDER) EXPENDITURES	(396,839)	1,578		71,144
Beginning Unencumbered Cash Balance	396,839	396,427		325,283
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 398,005		\$ 396,427

See independent auditor's report.

**SCHEDULES OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
NON BUDGETED BUSINESS FUNDS (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	Sewer Reserve		Water Reserve	
	2014	2013	2014	2013
Cash Receipts:				
Interest	\$ 4,475	\$ 5,008	\$ 2,720	\$ 2,484
Operating transfers	30,000	30,000	60,000	165,469
TOTAL CASH RECEIPTS	34,475	35,008	62,720	167,953
Expenditures:				
Contractual and other expenditures				
Capital Outlay		53,024	50,815	
TOTAL EXPENDITURES	-	53,024	50,815	-
RECEIPTS OVER (UNDER) EXPENDITURES	34,475	(18,016)	11,905	167,953
Beginning Unencumbered Cash Balance	1,003,371	1,021,387	593,376	425,423
ENDING UNENCUMBERED CASH BALANCE	\$ 1,037,846	\$ 1,003,371	\$ 605,281	\$ 593,376

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
TRUST FUND - CEMETERY ENDOWMENT FUND (SCHEDULE 2)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	<u>2014</u>	<u>2013</u>
Cash Receipts:	\$	\$
Expenditures:		
RECEIPTS OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>
Beginning Unencumbered Cash Balance	<u>37,482</u>	<u>37,482</u>
ENDING UNENCUMBERED CASH BALANCE	<u><u>\$ 37,482</u></u>	<u><u>\$ 37,482</u></u>

See independent auditor's report.

**SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
AGENCY FUNDS (SCHEDULE 3)**

CITY OF MARYSVILLE, KANSAS

Year Ended December 31, 2014

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Municipal Court	<u>\$ 5,831</u>	<u>\$ 69,867</u>	<u>\$ 70,848</u>	<u>\$ 4,850</u>
TOTAL AGENCY FUNDS	<u><u>\$ 5,831</u></u>	<u><u>\$ 69,867</u></u>	<u><u>\$ 70,848</u></u>	<u><u>\$ 4,850</u></u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
RELATED MUNICIPAL ENTITY (SCHEDULE 4)**

MARYSVILLE PUBLIC LIBRARY

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	General Fund	Improvement Fund	Gift Fund	Memorandum Only - TOTALS	Prior Year Actual
Cash Receipts:					
Charges for services	\$ 2,810	\$	\$	\$ 2,810	\$ 4,336
Interest	349	1,236	247	1,832	2,288
Reimbursements and grants	6,683		120	6,803	1,524
Donations		201,565	1,925	203,490	61,165
Miscellaneous	925	1,519		2,444	2,523
Operating transfers	217,805			217,805	228,228
TOTAL CASH RECEIPTS	228,572	204,320	2,292	435,184	300,064
Expenditures:					
Personnel expenditures	136,323			136,323	133,361
Contractual and other expenditures	22,131		7,623	29,754	50,911
Material and supplies	32,694			32,694	30,567
Capital Outlay	15,728	303,058		318,786	6,859
Operating transfers				-	18,500
TOTAL EXPENDITURES	206,876	303,058	7,623	517,557	240,198
RECEIPTS OVER (UNDER) EXPENDITURES	21,696	(98,738)	(5,331)	(82,373)	59,866
Beginning Unencumbered Cash Balance	107,630	250,170	46,503	404,303	344,437
ENDING UNENCUMBERED CASH BALANCE	\$ 129,326	\$ 151,432	\$ 41,172	\$ 321,930	\$ 404,303

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
RELATED MUNICIPAL ENTITY (SCHEDULE 4)**

PUBLIC BUILDING COMMISSION

Year Ended December 31, 2014

(With Comparative Actual Totals for the Prior Year Ended December 31, 2013)

	<u>2014</u>	<u>2013</u>
Cash Receipts:		
Interest	\$ 3,372	\$ 10,926
Donations		556,487
Miscellaneous	250	
Debt proceeds		4,280,000
	<u>3,622</u>	<u>4,847,413</u>
TOTAL CASH RECEIPTS	<u>3,622</u>	<u>4,847,413</u>
Expenditures:		
Contractual and other expenditures	42,199	842,601
Capital Outlay	1,788,817	1,227,617
Debt payments:		
Principal	80,000	
Interest	182,259	51,321
	<u>2,093,275</u>	<u>2,121,539</u>
TOTAL EXPENDITURES	<u>2,093,275</u>	<u>2,121,539</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(2,089,653)	2,725,874
Beginning Unencumbered Cash Balance	<u>2,725,874</u>	
ENDING UNENCUMBERED CASH BALANCE	<u>\$ 636,221</u>	<u>\$ 2,725,874</u>

See independent auditor's report.